

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 6388**

**BILL NUMBER:** SB 111

**NOTE PREPARED:** Jan 19, 2012

**BILL AMENDED:** Jan 19, 2012

**SUBJECT:** Group Personal Excess and Umbrella Insurance.

**FIRST AUTHOR:** Sen. Holdman

**FIRST SPONSOR:**

**BILL STATUS:** 2<sup>nd</sup> Reading - 1<sup>st</sup> House

**FUNDS AFFECTED:** X **GENERAL**  
**DEDICATED**  
**FEDERAL**

**IMPACT:** State

**Summary of Legislation:** This bill specifies requirements for insurer issuance of group personal excess and umbrella liability insurance to group members.

**Effective Date:** July 1, 2012.

**Explanation of State Expenditures:** This bill is expected to increase the workload of the Department of Insurance (DOI) to regulate group personal excess or umbrella liability insurance. The number of insurance companies who are expected to sell group personal excess or umbrella liability insurance in the state is not known but estimated to be small. It is expected that any regulation provided by the DOI can be implemented within the current level of resources and staffing.

**Explanation of State Revenues:** This bill may result in the sale of additional umbrella or personal excess insurance policies in the state. To the extent this occurs, the state will receive additional revenue from taxes paid on insurance premiums. Revenue received from the insurance premium tax is distributed to the General Fund. Actual increases in state revenue from insurance premiums are indeterminable but expected to be small.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** DOI.

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Bill Brumbach, 232-9559.